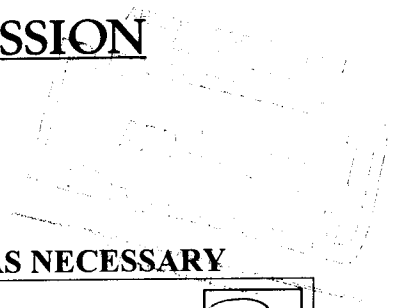


4-17-01  
Cm

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**



**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

P

W-02146A                      WATER  
PEEPLES VALLEY WATER COMPANY  
15811 N 9TH AVE  
PHOENIX AZ 85023-0000

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2000
----	----	------

FOR COMMISSION USE

ANN 04	00
--------	----

## COMPANY INFORMATION

**Company Name (Business Name)** PEEPLS VALLEY WATER COMPANY

**Mailing Address** 3550 North Central Avenue, Suite 1500  
(Street)

Phoenix

(City)

AZ

(State)

85012

(Zip)

602-264-7101

602-234-0919

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Local Office Mailing Address** 3550 North Central Avenue, Suite 1500  
(Street)

Phoenix

(City)

AZ

(State)

85012

(Zip)

602-264-7101

602-234-0919

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** Richard Darnall Executive Consultant  
(Name) (Title)

15811 North 9th Avenue

(Street)

Phoenix

(City)

AZ

(State)

85023

(Zip)

602-866-8115

Telephone No. (Include Area Code)

602-866-0313

Fax No. (Include Area Code)

602-432-2516

Pager/Cell No. (Include Area Code)

**Email Address** URSAZ@AOL.COM

**On Site Manager:** William Block  
(Name)

Post Office Box 494

(Street)

Yarnell

(City)

AZ

(State)

85362

(Zip)

520-427-9446

Telephone No. (Include Area Code)

520-427-9446

Fax No. (Include Area Code)

602-820-4466

Pager/Cell No. (Include Area Code)

**Email Address** NONE

<b>Statutory Agent:</b> _____			
(Name)			
_____	_____	_____	_____
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Attorney:</b> <u>Ted Warner @ WARNER, ANGLE, ROPER &amp; HALLAM</u>			
(Name)			
3550 North Central Avenue, Suite 1500	Phoenix,	AZ	85012
(Street)	(City)	(State)	(Zip)
602-264-7101	602-234-0919		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |   |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S)    | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input checked="" type="checkbox"/> Subchapter S Corporation (Z)          |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co op (A)                            |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                        |
| <input type="checkbox"/> Other (Describe) _____ |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |   |                                   |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE            | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM             | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA           | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA               | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |   |                                   |

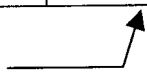
**COMPANY NAME**

PEEPLER VALLEY WATER COMPANY

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	2,723	1,715	1,008
307	Wells and Springs	101,563	63,440	38,123
311	Pumping Equipment	28,047	15,099	12,948
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	104,553	64,819	39,734
331	Transmission and Distribution Mains	147,739	93,154	54,585
333	Services	23,424	12,993	10,431
334	Meters and Meter Installations	14,190	6,683	7,507
335	Hydrants	1,981	149	1,832
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	1,183	1,032	151
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>425,403</b>	<b>259,084</b>	<b>166,319</b>

This amount goes on the Balance Sheet Acct. No. 108




**COMPANY NAME**

PEEPLES VALLEY WATER COMPANY

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	2,723	5.0%	136
307	Wells and Springs	101,563	5.0%	5,078
311	Pumping Equipment	28,047	5.0%	1,402
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	104,553	5.0%	5,228
331	Transmission and Distribution Mains	147,734	5.0%	7,387
333	Services	23,424	5.0%	1,171
334	Meters and Meter Installations	14,190	5.0%	651
335	Hydrants	1,981	5.0%	99
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	1,183	14.0%	166
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	425,403		21,318

This amount goes on Comparative Statement of Income and Expense Acct. No. 403



**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 3,590	\$ 8,124
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	6,416	7,021
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	623	455
162	Prepayments	1,225	1,225
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 11,854	\$ 16,825
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 423,801	\$ 425,404
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	237,766	259,084
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 186,034	\$ 166,319
	<b>TOTAL ASSETS</b>	\$ 197,889	\$ 183,145

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

PEEPLS VALLEY WATER COMPANY

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 6,251	\$ 8,327
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	5,941	1,985
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 12,002	\$ 10,312
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 149,387	\$ 146,231
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	19,446	12,460
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	111,470	118,614
272	Less: Amortization of Contributions	57,889	63,820
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 73,027	\$ 67,254
	<b>TOTAL LIABILITIES</b>	\$ 234,426	\$ 223,797
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 99,912	\$ 99,912
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(136,649)	(140,564)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ (36,737)	\$ (40,652)
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 197,889	\$ 183,145

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 69,866	\$ 77,442
460	Unmetered Water Revenue		
474	Other Water Revenues	1,025	1,168
	<b>TOTAL REVENUES</b>	\$ 70,891	\$ 77,610
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	5,112	5,274
618	Chemicals	915	829
620	Repairs and Maintenance	5,194	5,148
621	Office Supplies and Expense	23	247
630	Outside Services	35,700	35,400
635	Water Testing	1,772	300
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	2,683	2,100
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		4,792
675	Miscellaneous Expense	840	239
403	Depreciation Expense	15,535	15,388
408	Taxes Other Than Income		
408.11	Property Taxes	2,929	4,068
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 70,703	\$ 73,785
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		41
427	Interest Expense	8,758	7,699
	<b>TOTAL OTHER INCOME/EXP</b>	\$ 8,758	\$ 7,740
	<b>NET INCOME/(LOSS)</b>	\$ ( 8,570)	\$ ( 3,915)



**COMPANY NAME**

PEEPLS VALLEY WATER COMPANY

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	12/10/97	12/15/98	12/15/98	
Source of Loan	Valley Bank	*	*	
ACC Decision No.	60342			
Reason for Loan	Plant Additions			
Dollar Amount Issued	\$ 94,680	\$	\$	\$
Amount Outstanding	\$ 69,379	\$ 75,518	\$ 1,334	\$
Date of Maturity	12/10/07			
Interest Rate	Prime + 2.0%			
Current Year Interest	\$ 7,699	\$ -0-	\$ -0-	\$
Current Year Principle	\$ 9,556	\$ -0-	\$ -0-	\$

Meter Deposit Balance at Test Year End

\$ 12,460

Meter Deposits Refunded During the Test Year

\$ 2,362

\*These Notes are currently pending approval of the ACC, Docket No.  
02146-A-00-0829.

COMPANY NAME

PEEPLES VALLEY WATER COMPANY

**WATER COMPANY PLANT DESCRIPTION****WELLS**

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
544681	10	100	8	2.0
563104	10	100	8	2.0

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 19,500

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2	1	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
160,000	2	5,000	1

## STATISTICAL INFORMATION

Total number of customers	191	
Total number of gallons sold	15,070,000	gallons

**COMPANY NAME** PEEPLS VALLEY WATER COMPANY **YEAR ENDING 12/31/2000**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 8,049

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

**COMPANY NAME** PEEPLES VALLEY WATER COMPANY

**YEAR ENDING 12/31/2000**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported N/A  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

\_\_\_\_\_  
**SIGNATURE**

\_\_\_\_\_  
**DATE**

\_\_\_\_\_  
**PRINTED NAME**

\_\_\_\_\_  
**TITLE**

**COMPANY NAME** PEEPLS VALLEY WATER COMPANY **YEAR ENDING 12/31/2000**

**WATER AND SEWER  
UTILITIES ONLY**

**PROPERTY TAXES**

**Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)**

\$ 8,049

**Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.**

**If no property taxes paid, explain reasons below:**

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>JAMES R. GOUGH, PRESIDENT</u>
COMPANY NAME
<u>PEEPLES VALLEY WATER COMPANY</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 77,610

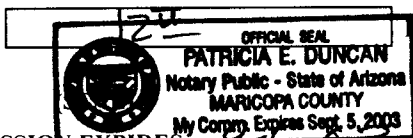
(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ -0-  
IN SALES TAXES BILLED, OR COLLECTED

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME
<u>Maricopa</u>
MONTH
<u>April</u>
YEAR
<u>2001</u>

SIGNATURE OF OWNER OR OFFICIAL

602-264-7101

TELEPHONE NUMBER

SIGNATURE OF NOTARY PUBLIC

Patricia E. Duncan

MY COMMISSION EXPIRES 9-5-03

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

**VERIFICATION**

**STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE**

(COUNTY NAME) MARICOPA	
NAME (OWNER OR OFFICIAL) James R. Gough	TITLE PRESIDENT
COMPANY NAME PEEPLS VALLEY WATER COMPANY	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:**

ARIZONA INTRASTATE GROSS OPERATING REVENUES  \$ 77,610
--

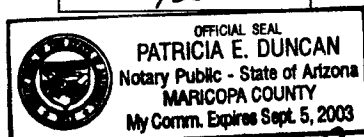
(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ -0-  
IN SALES TAXES BILLED, OR COLLECTED

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

X *James R. Gough*  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF  
THIS 12<sup>th</sup> DAY OF

(SEAL)



MY COMMISSION EXPIRES 9-5-03

NOTARY PUBLIC NAME <i>Patricia E. Duncan</i>	
COUNTY NAME <i>Maricopa</i>	
MONTH <i>April</i>	20 <i>01</i>

X *Patricia E. Duncan*  
SIGNATURE OF NOTARY PUBLIC



PEEPL'S VALLEY 00984  
DEVELOPMENT CORP.  
3550 N. CENTRAL AVE. NO. 1500  
PHOENIX, AZ 85012

9200520009

98F 99F

91-170  
1221

1282

PAID BY  
ORDER OF

*Carpi County Assessor*  
*Six thousand three hundred eighty eight and 95/100 - 217,700.00*

Bank of America

975182

*J. J. W. W. W.*

*Home Depot - Blue*

⑆ 122101706⑆ 000024702728⑈ 1282 ⑈0000638895⑈

MP

10-10-68

PEEPLER VALLEY 09.84  
DEVELOPMENT CORP.  
3550 N. CENTRAL AVE., NO. 1500  
PHOENIX, AZ 85012

9200520009

98F 99F

91-170  
1221

1282

Oct 23 2000

NO TO BE  
ORDERED

Garrai County Assessor

Six thousand three hundred eighty eight and 95/100

\$6,388.95

915185

0

J. J. Wray

Bank of America



Home Depot - ALU

12221017061 0000247027281 1282 000006388951

MP



1386

## PEEPL'S VALLEY WATER CO.

P. O. BOX 88006 866-2329  
PHOENIX, AZ 8508091-2245  
1221DATE 10/27/2000PAY  
TO THE  
ORDER OFYavapai County Treasurer\$ 1659<sup>75</sup>/<sub>100</sub>Sixteen Hundred Fifty Nine & 75/100DOLLARS  Security features  
included.  
Details on back.**BANK ONE**Bank One, Arizona, NA  
7th St. - Bell Office (245)  
Phoenix, Arizona

FOR

12 Half 2000Richard Ramirez

⑈001386⑈ ⑆122100024⑆

0727⑈6747⑈

⑈0000165975⑈

1386

## PEEPLS VALLEY WATER CO.

P. O. BOX 88006 866-2329  
PHOENIX, AZ 8508091-245  
1221DATE 10/27/2000PAY  
TO THE  
ORDER OFYavapai County Treasurer\$ 1659<sup>75</sup>/<sub>100</sub>Sixteen Hundred Fifty Nine & 75/100DOLLARS  Security Measures  
Included  
Details on Back**BANK ONE**Bank One, Arizona, NA  
7th St. - Bell Office (245)  
Phoenix, Arizona

FOR

12 Half 2000Richard Rumsa

⑈001386⑈ ⑆122100024⑆

0727⑈6747⑈

⑈0000165975⑈